From: bfox@wt6.usdoj.gov@inetgw

To: Microsoft ATR, webmaster@ago.state.ma.us@inetgw,att...

Date: 12/28/01 1:47pm **Subject:** Microsoft Settlement

As a citizen of the United States and the State of Massachusetts, I am dissatisfied with the proposed settlement of the Microsoft Antitrust

settlement, announced on or about Nov. 20, 2001.

The proposed settlement, to compell Microsoft to donate \$1B in SW, HW, and services

to K-12 schools, will further entrench Microsoft's image as the only OS option in the

minds of children. What about the competitors. Thats what this is all about. The settlement

is effectively a windfall for Microsoft.

Microsoft's marketing division probably views this settlement as \$1B windfall

How will we have Microsoft account forthe "cost" of \$1 Billion in exquipment, software, and services?

I am sure Microsoft will argue for "full cost", while their true cost is nil.

Consider the economics of the software industry.

Software creation is 90% of a product's cost, reproduction is 2%.

The toothless settlement proposed will only further encourage Microsoft, and

corporate America at large, to flaunt the DOJ as merely a nuisance to business as usual,

not a formidable market police body to be respected.

I suggest restrictions of Microsoft's market access. It is clear Microsoft is moving

on other facets of the IT industry such as online services, entertainment, and telephony.

Perhaps a settlement that freezes them out of several of these industries to prevent them

from further controlling the technology infrastructure of this country.

Similar to the AT&T

settlement of the early 80s

Another option is to limit Microsoft's access to Federl and State contract awards for a period

of several years, limiting them to XX% of all awarded contract \$\$s These types of punishments show teeth to the DOJ's and State AG's actions.

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